



Required Supplementary Stewardship Information (Unaudited)

Investment in Non-Federal Physical Property
Investment in Human Capital

REQUIRED SUPPLEMENTARY STEWARDSHIP INFORMATION

Investment In Non-Federal Physical Property

The Department funds the following programs, which generate Investments in Non-Federal Physical Property:

The Public Housing (PH) Capital Fund provides grants to Public Housing Agencies (PHAs) to improve the physical condition and to upgrade the management and operation of existing public housing.

Community Development Block Grants (CDBG) are provided to State and local Communities which in turn use these funds to support a wide variety of community development activities within their jurisdiction. These activities are designed to benefit low and moderate income persons; aid in the prevention of slums and blight, and meet other urgent community development needs. State and local communities are free to use the funds as they deem necessary, as long as the use of these funds meet at least one of these objectives. A portion of the funds was used to acquire or rehabilitate property which is owned by State and local governments.

HOPE VI grants are provided to PHAs which enable them to improve the living environment of public housing residents in distressed public housing units. A portion of these funds are used to acquire or rehabilitate property which is owned by the PHAs.

Indian Housing Block Grants (IHBG) provides funds needed to allow tribal housing organizations to maintain existing units and to begin development of new units to meet their critical long-term housing needs.

Indian Community Development Block Grants (ICDBG) provides funds to Indian organizations to develop viable communities, including decent housing, a suitable living environment and economic opportunities, principally for low and moderate income recipients.

Disaster Grants are provided to help State and local governments recover from major natural disasters. A portion of these funds can be used to acquire, rehabilitate or demolish physical property.

The Public Housing Drug Elimination Program (PHDEP) seeks to eliminate drug-related crime and activities in Public and Indian housing communities. A portion of these funds is used to improve property owned by the PHAs and thus increase security and prevent crime at the properties.

HOME provides formula grants to States and localities (used often in partnership with local nonprofit groups) to fund a wide range of activities that build, buy and/or rehabilitate affordable housing for low income persons.

FOR THE YEAR ENDED SEPTEMBER 30, 2000

HUD made the following investment in non-Federal Physical Property during fiscal 1998 - 2000 (dollars in millions):

Program	2000	1999	1998
PH Capital Fund	\$2,046	\$2,414	\$2,178
CDBG	1,237	603	761
HOPE VI	291	236	169
IHBG	176	182	319
ICDBG	63	52	47
Disaster Grants	198	29	39
PHDEP	5	7	11
HOME	34	—	—
TOTAL	\$4,050	\$3,523	\$3,524

Investment In Human Capital

The Department funds the following programs that generate Investments in Human Capital:

HOPE VI grants are provided to public housing agencies that enable them to improve the living environment of public housing residents in distressed public housing units. A portion of these funds are used to provide education and job training to residents of the public housing communities targeted for rehabilitation.

Community Development Block Grants (CDBG) are provided to State and local Communities which in turn use these funds to support a wide variety of community development activities within their jurisdiction. These activities are designed to benefit low and moderate income persons; aid in the prevention of slums and blight, and meet other urgent community development needs. State and local communities are free to use the funds as they deem necessary, as long as the use of these funds meet at least one of these objectives. A portion of the funds were used to provide employment and job training to low and moderate income persons in furtherance of these objectives.

YouthBuild grants are designed to assist younger individuals to obtain education, employment skills and meaningful work experience in a construction trade thus allowing them to become more productive and self-sufficient.

The investment in Human Capital made and the corresponding number of people trained during fiscal 1998-2000 were as follows (dollars in millions):

INVESTMENT IN HUMAN CAPITAL				NUMBER OF PEOPLE TRAINED			
Program	2000	1999	1998	Program	2000	1999	1998
HOPE VI	\$29	\$ 22	\$27	HOPE VI ¹	n/a	n/a	n/a
CDBG	22	21	16	CDBG	252,800	131,000	120,037
Youthbuild	13	12	9	Youthbuild	3,000	2,752	2,264
TOTAL	\$64	\$55	\$52	TOTAL	255,800	133,752	122,301

¹The Department began collecting training data in March, 2000. The first full year of data will be available for reporting in FY 2001.